

## STATISTICAL SECTION

This part of the City of Beaverton's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, required supplementary information, and supplementary information says about the City's overall financial health.

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**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

**CITY OF BEAVERTON, OREGON**  
**NET ASSETS BY COMPONENT**  
**Last Three Fiscal Years**  
**(Accrual basis of accounting - Unaudited)**

	Fiscal Year		
	2003	2004	2005
Governmental activities:			
Invested in capital assets, net of related debt	\$91,153,157	\$108,216,516	\$112,825,093
Restricted	8,708,309	7,302,481	8,753,243
Unrestricted	<u>18,100,217</u>	<u>16,219,401</u>	<u>15,491,251</u>
Total governmental activities net assets	<u>117,961,683</u>	<u>131,738,398</u>	<u>137,069,587</u>
Business-type activities			
Invested in capital assets, net of related debt	106,991,125	111,305,507	120,605,216
Restricted	9,102,359	10,116,850	13,235,914
Unrestricted	<u>18,414,605</u>	<u>18,300,526</u>	<u>16,585,948</u>
Total business-type activities net assets	<u>134,508,089</u>	<u>139,722,883</u>	<u>150,427,078</u>
Total government			
Invested in capital assets, net of related debt	198,144,282	219,522,023	233,430,309
Restricted	17,810,668	17,419,331	21,989,157
Unrestricted	<u>36,514,822</u>	<u>34,519,927</u>	<u>32,077,199</u>
Total government net assets	<u>\$252,469,772</u>	<u>\$271,461,281</u>	<u>\$287,496,665</u>

**CITY OF BEAVERTON, OREGON**  
**CHANGES IN NET ASSETS**  
**Last Three Fiscal Years**  
**(Accrual basis of accounting - Unaudited)**

<b>Expenses</b>	<b>Fiscal Year</b>		
	<b>2003</b>	<b>2004</b>	<b>2005</b>
Governmental activities:			
General government	\$15,817,282	\$16,846,402	\$18,522,073
Public safety	14,192,215	15,276,133	16,563,618
Highways and streets	6,395,908	8,211,942	7,453,137
Education	5,430,369	5,154,633	4,941,891
Cultural and recreation	184,204	181,377	183,724
Interest on long-term debt	1,143,604	966,004	898,661
Total governmental activities expenses	<u>43,163,582</u>	<u>46,636,491</u>	<u>48,563,104</u>
Business-type activities:			
Water	6,897,845	6,885,467	6,990,598
Sewer	2,810,610	2,889,860	2,955,975
Storm drain	2,398,828	2,572,704	2,560,675
Total business-type activities expenses	<u>12,107,283</u>	<u>12,348,031</u>	<u>12,507,248</u>
Total government expenses	<u><u>\$55,270,865</u></u>	<u><u>\$58,984,522</u></u>	<u><u>\$61,070,352</u></u>
<b>Program Revenues</b>			
Governmental activities:			
Charges for services:			
General government	\$4,175,159	\$4,705,250	\$4,898,275
Public Safety	2,510,481	3,401,939	3,970,535
Highways and streets	80,787	199,430	245,650
Education	132,220	144,810	146,613
Cultural and recreation	4,140	3,420	4,280
Operating grants and contributions	3,686,396	3,860,556	3,810,814
Capital grants and contributions	2,539,775	15,764,926	6,250,583
Total governmental activities program revenues	<u>13,128,958</u>	<u>28,080,331</u>	<u>19,326,750</u>
Business-type activities:			
Charges for services:			
Water	7,801,632	8,670,560	8,182,721
Sewer	2,518,750	2,505,615	2,610,334
Storm drain	2,662,469	2,667,291	3,119,088
Capital grants and contributions	3,122,181	3,391,966	8,723,106
Total business-type activities program revenues	<u>16,105,032</u>	<u>17,235,432</u>	<u>22,635,249</u>
Total government program revenues	<u><u>\$29,233,990</u></u>	<u><u>\$45,315,763</u></u>	<u><u>\$41,961,999</u></u>

Continued

**CITY OF BEAVERTON, OREGON**  
**CHANGES IN NET ASSETS (continued)**  
**Last Three Fiscal Years**  
**(Accrual basis of accounting - Unaudited)**

<b>Net (Expense)/Revenue</b>	<b>Fiscal Year</b>		
	<b>2003</b>	<b>2004</b>	<b>2005</b>
Governmental activities	(\$30,034,624)	(\$18,556,160)	(\$29,236,354)
Business-type activities	3,997,749	4,887,401	10,128,001
Total government net expense	<u>(\$26,036,875)</u>	<u>(\$13,668,759)</u>	<u>(\$19,108,353)</u>
<b>General Revenues and Other Changes in Net Assets</b>			
Governmental activities			
Taxes			
Property taxes	\$18,207,666	\$20,910,141	\$22,436,171
Franchise and public service taxes	4,949,887	4,891,497	5,218,886
Motor fuel taxes	3,468,634	3,937,872	4,177,931
State shared taxes	1,283,322	1,326,761	1,415,111
Hotel/motel taxes	385,121	363,240	361,066
Interest and investment earnings	547,151	398,690	618,801
Other revenues	150,365	504,674	339,577
Total governmental activities	<u>28,992,146</u>	<u>32,332,875</u>	<u>34,567,543</u>
Business-type activities:			
Interest and investment earnings	417,631	327,393	576,194
Other revenues	220,832		
Total business-type activities	<u>638,463</u>	<u>327,393</u>	<u>576,194</u>
Total government	<u>\$29,630,609</u>	<u>\$32,660,268</u>	<u>\$35,143,737</u>
<b>Change in Net Assets</b>			
Governmental activities	(\$1,042,478)	\$13,776,715	\$5,331,189
Business-type activities	4,636,212	5,214,794	10,704,195
Total government	<u>\$3,593,734</u>	<u>\$18,991,509</u>	<u>\$16,035,384</u>

**CITY OF BEAVERTON, OREGON**  
**FUND BALANCES, GOVERNMENTAL FUNDS**  
**Last Three Fiscal Years**  
**(Modified accrual basis of accounting - Unaudited)**

	Fiscal Year		
	2003	2004	2005
General Fund			
Reserved	\$502,275	\$581,172	\$30,906
Unreserved	9,682,378	7,848,760	8,723,745
Total general fund	<u>\$10,184,653</u>	<u>\$8,429,932</u>	<u>\$8,754,651</u>
 All Other Governmental Funds			
Reserved	\$6,323,775	\$4,389,974	\$4,674,148
Unreserved, reported in:			
Special revenue funds	6,159,706	6,717,099	7,091,537
Capital projects funds	8,112		
Total all other governmental funds	<u>\$12,491,593</u>	<u>\$11,107,073</u>	<u>\$11,765,685</u>

**CITY OF BEAVERTON, OREGON**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS**  
**Last Three Fiscal Years**  
**(Modified accrual basis of accounting - Unaudited)**

	Fiscal Year		
	2003	2004	2005
<b>Revenues</b>			
Taxes	\$18,197,065	\$20,859,317	\$22,538,327
Special assessments	85,363	17,529	9,650
Intergovernmental	9,166,369	8,785,559	8,987,392
Federal grants	744,373	1,229,240	862,133
Fees, licenses, and permits	4,206,491	4,915,001	5,303,504
Franchise fees	4,949,887	4,891,497	5,218,887
Fines and forfeits	2,265,405	3,115,411	3,734,188
Interest on investments and assessments	511,325	356,310	545,507
Charges for services	753,334	615,810	552,606
Contributions, donations, and others	70,225	65,955	50,353
Miscellaneous revenues and cash-in-lieu	831,416	1,264,835	1,100,288
Total revenues	41,781,253	46,116,464	48,902,835
<b>Expenditures</b>			
General government	15,173,841	15,956,344	17,771,036
Public safety	13,953,924	15,012,425	16,141,913
Highways and streets	4,327,112	5,503,894	4,249,210
Education	4,799,140	4,591,955	4,419,629
Cultural	125,399	122,284	122,780
Capital outlay	3,743,105	6,429,467	3,168,610
Debt service:			
Principal	2,260,000	1,420,000	1,490,000
Interest	1,063,432	971,336	900,400
Total expenditures	45,445,953	50,007,705	48,263,578
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(3,664,700)	(3,891,241)	639,257
<b>Other Financing Sources (Uses)</b>			
Loan proceeds		752,000	
Transfers in	2,533,394	4,183,039	1,172,469
Transfers out	(2,016,442)	(4,183,039)	(1,172,469)
Sale of capital assets			344,074
TOTAL OTHER FINANCING SOURCES (USES)	516,952	752,000	344,074
NET CHANGE IN FUND BALANCES	(\$3,147,748)	(\$3,139,241)	\$983,331

Debt service as a percentage of noncapital expenditures	7.97%	5.49%	5.30%
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**CITY OF BEAVERTON, OREGON**  
**MARKET AND ASSESSED VALUE OF TAXABLE PROPERTY**  
**Last Ten Fiscal Years**  
**(Unaudited)**

Fiscal Year	Real Property		Personal Property		Public Utilities		Total		Total Assessed to Total Market Value	Total Direct Tax Rate
	Market Value	Assessed Value	Market Value	Assessed Value	Market Value	Assessed Value	Market Value	Assessed Value		
1996	\$3,568,703,375	\$3,568,703,375	\$158,868,288	\$158,868,288	\$122,331,416	\$122,331,416	\$3,849,903,079	\$3,849,903,079	100.0	\$4.01
1997	4,060,848,005	4,060,848,005	174,435,326	174,435,326	133,114,871	133,114,871	4,368,398,202	4,368,398,202	100.0	2.58
1998	4,482,387,688	3,547,803,334	251,971,435	199,435,024	150,378,132	119,024,073	4,884,737,255	3,866,262,431	79.1	3.38
1999	4,778,918,886	3,730,089,980	246,727,822	243,914,494	164,687,179	149,492,882	5,190,333,887	4,123,497,356	79.4	3.66
16 2000	5,266,752,942	3,988,169,870	292,374,917	291,011,802	178,237,608	164,442,663	5,737,365,467	4,443,624,335	77.5	3.98
2001	5,572,891,614	4,192,007,290	305,000,073	304,287,560	212,073,944	183,125,967	6,089,965,631	4,679,420,817	76.8	3.79
2002	5,942,789,286	4,407,414,500	345,475,815	344,971,935	218,745,186	217,496,224	6,507,010,287	4,969,882,659	76.4	3.32
2003	6,255,080,042	4,655,984,150	322,916,347	322,836,347	213,922,909	211,520,723	6,791,919,298	5,190,341,220	76.4	3.61
2004	6,752,043,953	4,914,673,520	297,661,159	297,591,743	208,701,828	208,687,693	7,258,406,940	5,420,952,956	74.7	3.97
2005	6,987,505,292	5,134,917,560	284,530,535	284,470,615	202,920,154	202,898,474	7,474,955,981	5,622,286,649	75.2	4.10

Information from the Washington County, Assessment and Taxation Department.

Note: In May, 1997, Oregon voters approved Measure 50 that revised the property tax system state-wide effective July 1, 1997. For property tax purposes, the measure changed a property's assessed valuation from real market value to a value for tax purposes. For FY 97-98, a property's assessed value for tax purposes will equal the property's market value as of July 1, 1995 less 10%. In addition, the maximum assessed value of a property was limited to a maximum of 3% growth per year.

**CITY OF BEAVERTON, OREGON**  
**PROPERTY TAX RATES**  
**DIRECT AND OVERLAPPING GOVERNMENTS**  
**(Per \$1,000 of Assessed Value)**  
**Last Ten Fiscal Years**  
**(Unaudited)**

Fiscal Year	City of Beaverton Direct Rates					Overlapping Rates						
	General Fund	Special Revenue Funds	Total Within Permanent Tax Rate	Debt Service Fund	Total Direct Levy	Washington County	Schools	Clean Water Services	Port of Portland	Metro	Other	Total
1996	\$3.12	\$0.72	\$3.84	\$0.17	\$4.01	\$1.52	\$5.00	\$0.09	\$0.13	\$0.37	\$3.32	\$14.44
1997	1.74	0.69	2.43	0.15	2.58	1.35	5.00	0.05	0.08	0.29	5.36	14.71
1998	2.76	0.45	3.21	0.17	3.38	2.60	5.00	0.00	0.07	0.39	4.77	16.21
1999	3.11	0.39	3.50	0.16	3.66	2.56	5.00	0.00	0.08	0.36	4.76	16.42
2000	3.03	0.38	3.41	0.57	3.98	2.54	5.00	0.00	0.08	0.33	4.83	16.76
2001	2.94	0.31	3.25	0.54	3.79	2.53	5.00	0.00	0.07	0.34	5.06	16.79
2002	2.85	0.33	3.18	0.14	3.32	2.96	5.00	0.00	0.07	0.32	5.39	17.06
2003	2.96	0.39	3.35	0.26	3.61	2.92	5.00	0.00	0.07	0.28	5.61	17.49
2004	3.11	0.42	3.53	0.44	3.97	2.90	5.00	0.00	0.07	0.29	7.07	19.30
2005	3.26	0.42	3.68	0.42	4.10	2.87	5.00	0.00	0.07	0.28	5.66	17.98

Information from the Washington County, Assessment and Taxation Department.

Note: To raise additional tax authority above the permanent rate, it must be approved by either 1) simple majority of the voters in a general election (November) in even numbered years or 2) a double majority for all other elections.



**CITY OF BEAVERTON, OREGON  
PRINCIPAL TAXPAYERS  
Current Year and Nine Years Ago  
(Unaudited)**

	Taxpayer	Type of Business	Rank	2005		Rank	1996		
				Taxable Assessed Valuation	% of City Taxable Assessed Valuation (a)		Taxable Assessed Valuation	% of City Taxable Assessed Valuation (b)	
93	<u>Non-Utility</u>								
	PS Business Parks LP	Commercial Property	1	\$129,871,590	2.31 %				
	ERP Operating LTD Partnership	Commercial Property	2	55,607,850	0.99				
	EOP-Nimbus Corporate Center, LLC	Commercial Property	3	46,523,860	0.83				
	Bernard Properties Partnership	Cedar Hills Crossing	4	46,425,640	0.83				
	Sterling Pointe LLC	Apartments	5	30,569,960	0.54				
	EQR-Weyer Vistas Inc.	Apartments	6	29,506,120	0.52				
	Weyerhaeuser Company	Industrial Property	7	27,437,169	0.49				
	Gateway Columbia Properties Inc.	Commercial property	8	26,849,125	0.48				
	LDP Beaverton, LLC	Commercial Property	9	26,226,360	0.47				
	Murray Scholls, LLC	Apartments	10	22,707,500	0.40				
	Beaverton-Redmond Tech Properties	Commercial Property				1	\$50,357,860	1.31 %	
	Metropolitan Life Insurance Co.	Commercial Property				2	42,839,160	1.11	
	Petula Associates	Commercial Property				3	33,914,040	0.88	
	Bernard, C.E.	Retail Sales				4	29,711,520	0.77	
	Murray Boulevard Partners	Commercial Property				5	27,618,090	0.72	
	Koll Business Center	Commercial Property				6	23,657,750	0.61	
	Kings Court-460 FLLC	Apartments				7	19,978,110	0.52	
	Sisters of St. Mary	Commercial Property				8	17,363,860	0.45	
	Western Kraft	Industrial Property				9	17,187,350	0.45	
	Glenbrook Partners	Apartments				10	15,637,320	0.41	
		TOTAL			<u>\$441,725,174</u>	<u>7.86 %</u>		<u>\$278,265,060</u>	<u>7.23 %</u>
	<u>Utilities</u>								
		Verizon Northwest Inc. (c)	Telephone		\$98,343,989	1.75 %		\$62,411,593	1.62 %
		Portland General Electric	Electricity		47,334,000	0.84		25,769,900	0.67
		Northwest Natural	Natural Gas		35,204,300	0.63		14,893,900	0.39
		TOTAL			<u>\$180,882,289</u>	<u>3.22 %</u>		<u>\$103,075,393</u>	<u>2.68 %</u>

(a) City of Beaverton's 2004-05 assessed valuation was \$5,622,286,649 & market valuation was \$7,474,955,981.

(b) City of Beaverton's 1995-96 assessed valuation was \$3,849,903,079.

(c) Operated as General Telephone in 1995-1996.

Information from the Washington County Department of Assessment and Taxation.

**CITY OF BEAVERTON, OREGON**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**Last Ten Fiscal Years**  
**(Unaudited)**

<u>Fiscal Year Ended June 30</u>	<u>Taxes Levied by Assessor</u>	<u>Current Tax Collections</u>	<u>Current Tax Collections as Percent of Current Levy</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>Total Collections as Percent of Current Levy</u>	<u>Uncollected Taxes</u>	<u>Uncollected Taxes as Percent of Current Levy</u>
1996	\$15,478,091	\$14,674,514	94.8 %	\$460,225	\$15,134,739	97.8 %	\$596,662	3.9 %
1997	11,298,039	10,709,301	94.8	405,397	11,114,698	98.4	490,129	4.3
1998	13,090,596	12,435,682	95.0	337,647	12,773,329	97.6	514,580	3.9
1999	15,122,989	14,233,394	94.1	373,317	14,606,711	96.6	698,098	4.6
2000	17,704,489	16,608,475	93.8	452,447	17,060,922	96.4	810,393	4.6
2001	17,822,986	16,850,030	94.5	496,765	17,346,795	97.3	753,440	4.2
2002	16,527,776	15,632,022	94.6	489,412	16,121,434	97.5	720,322	4.4
2003	18,748,268	17,715,934	94.5	488,633	18,204,567	97.1	723,422	3.9
2004	21,573,001	20,388,782	94.5	457,460	20,846,242	96.6	787,322	3.6
2005	23,092,400	21,920,971	94.9	599,662	22,520,633	97.5	702,859	3.0

**CITY OF BEAVERTON, OREGON**  
**RATIO OF NET GENERAL BONDED DEBT TO MARKET VALUE**  
**AND NET BONDED DEBT PER CAPITA**  
**Last Ten Fiscal Years**  
**(Unaudited)**

<u>Fiscal Year Ended June 30</u>	<u>Population (1)</u>	<u>Market Value</u>	<u>Gross General Bonded Debt</u> (2)	<u>Less General Obligation Debt Service Fund</u>	<u>Net Bonded Debt</u>	<u>Percent of Net Bonded Debt to Market Value</u>	<u>Net Bonded Debt Per Capita</u>
1996	61,720	\$3,849,903,079	\$4,655,000	\$55,865	\$4,599,135	0.119	\$74.52
1997	63,145	4,368,398,202	4,240,000	66,890	4,173,110	0.096	66.09
1998	66,225	4,884,737,255	3,800,000	79,498	3,720,502	0.076	56.18
1999	68,050	5,190,333,887	25,225,000	139,565	25,085,435	0.483	368.63
2000	68,730	5,737,365,467	24,020,000	220,758	23,799,242	0.415	346.27
2001	77,050	6,089,965,631	22,770,000	2,807,669	19,962,331	0.328	259.08
2002	77,170	6,507,010,287	21,470,000	1,264,249	20,205,751	0.311	261.83
2003	77,990	6,791,919,298	20,110,000	216,507	19,893,493	0.293	255.08
2004	79,350	7,258,406,940	18,690,000	174,587	18,515,413	0.255	233.34
2005	81,198	7,474,955,981	17,200,000	118,132	17,081,868	0.229	210.37

(1) Population numbers shown are estimates made as of July 1 of the fiscal year indicated.

(2) Excludes Water Bonds.

All population statistics are provided by the Portland State University Population Research Center. Market values obtained from the Washington County Assessment and Taxation Department. All other information obtained from current and prior years' financial statements.

**CITY OF BEAVERTON, OREGON**  
**COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT**  
**June 30, 2005**  
**(Unaudited)**

<u>Taxing Jurisdiction</u>	<u>Total Net Debt</u>	<u>Percent Within City</u>	<u>City's Pro-Rata Share</u>
Washington County	\$60,545,000	14.1984 %	\$8,596,421
Beaverton School District No. 48J	284,875,000	32.1676	91,637,451
Tualatin Hills Park and Recreation District	16,605,000	38.3931	6,375,174
Tualatin Valley Fire and Rescue District	5,320,000	17.4107	926,249
Metro	124,915,238	5.1032	6,374,674
Tri-County Metropolitan Transportation District	85,535,000	5.1268	4,385,208
Portland Community College	<u>81,438,170</u>	6.4409	<u>5,245,351</u>
Total overlapping debt	659,233,408		123,540,529
City of Beaverton, direct debt	<u>17,200,000</u>	(1) 100.0000 %	<u>17,200,000</u>
Total direct and overlapping debt	<u><u>\$676,433,408</u></u>		<u><u>\$140,740,529</u></u>

(1) Total net debt includes general obligation bonds only.

Note: Overlapping taxing jurisdictions are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Beaverton.

Information from the Oregon Municipal Debt Advisory Commission.

**CITY OF BEAVERTON, OREGON**  
**COMPUTATION OF LEGAL DEBT MARGIN**  
**June 30, 2005**  
**(Unaudited)**

**Legal Debt Margin Calculation for Fiscal Year 2005**

True cash value	\$7,474,955,981
Debt limit (3% of assessed value)	224,248,679
Debt applicable to limit:	
Gross bonded debt	36,270,000
Less legal deductions:	
Water bonds	(19,070,000)
Total net debt applicable to limit	<u>17,200,000</u>
Legal debt margin	<u><u>\$207,048,679</u></u>
Total net debt applicable to the limit as a percentage of debt limit	7.67%

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	Fiscal Year									
	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999 (a)</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Debt limit	\$115,497,092	\$131,051,946	\$146,542,118	\$155,710,017	\$172,120,964	\$182,698,969	\$195,210,309	\$203,757,579	\$217,752,208	\$224,248,679
Total net debt applicable to limit	<u>4,655,000</u>	<u>4,240,000</u>	<u>3,800,000</u>	<u>25,225,000</u>	<u>24,020,000</u>	<u>22,770,000</u>	<u>21,470,000</u>	<u>20,110,000</u>	<u>18,690,000</u>	<u>17,200,000</u>
Legal debt margin	<u><u>\$110,842,092</u></u>	<u><u>\$126,811,946</u></u>	<u><u>\$142,742,118</u></u>	<u><u>\$130,485,017</u></u>	<u><u>\$148,100,964</u></u>	<u><u>\$159,928,969</u></u>	<u><u>\$173,740,309</u></u>	<u><u>\$183,647,579</u></u>	<u><u>\$199,062,208</u></u>	<u><u>\$207,048,679</u></u>
Total net debt applicable to the limit as a percentage of debt limit	4.03%	3.24%	2.59%	16.20%	13.96%	12.46%	11.00%	9.87%	8.58%	7.67%

(a) Library Bond issuance during the year for \$21,895,000.

ORS 287.004 provides a debt limit of 3% of the true cash value (market) of all taxable property within the City boundaries.

The true cash value information obtained from Washington County Assessment and Taxation Department. All other information obtained from the financial statements.

**CITY OF BEAVERTON, OREGON**  
**Ratio of Outstanding Debt by Type**  
**Last Ten Fiscal Years**  
**(Unaudited)**

Fiscal Year Ended June 30	<u>Governmental Activities</u>	<u>Business-type Activities</u>	Total Government	(3) Percentage of Personal Income	(3) Per Capita
	<u>General Obligation Bonded Debt, Net (1)</u>	<u>Revenue Bonded Debt, Net (2)</u>			
1996	\$4,599,135	\$19,709,872	\$24,309,007	1.42	\$394
1997	4,173,110	28,325,743	32,498,853	1.86	515
1998	3,720,502	26,919,001	30,639,503	1.60	463
1999	25,085,435	25,442,259	50,527,694	2.49	743
2000	23,799,242	23,885,517	47,684,759	2.16	694
2001	19,962,331	22,248,775	42,211,106	1.69	548
2002	20,205,751	20,908,033	41,113,784	1.66	533
2003	19,893,493	19,141,291	39,034,784	1.56	501
2004	18,515,413	20,110,433	38,625,846	N/A	487
2005	17,081,868	18,129,441	35,211,309	N/A	434

(1) Net fund balance, Debt Service Fund.

(2) Net unamortized discounts.

(3) See page 99 for personal income and population data.

N/A = Not available

**CITY OF BEAVERTON, OREGON**  
**DEMOGRAPHIC AND ECONOMIC STATISTICS**  
**Last Ten Fiscal Years**  
**(Unaudited)**

<u>Fiscal Year</u>	<u>(1) Population</u>	<u>(2) Per Capita Income (WA County)</u>	<u>Total Personal Income (thousands of dollars)</u>	<u>(3) School Enrollment</u>	<u>(4) Unemployment Rate Percentage (Portland Metro Area)</u>
1996	61,720	\$27,683	\$1,708,595	29,942	4.1 %
1997	63,145	27,672	1,747,348	29,942	4.0
1998	66,225	28,851	1,910,657	31,627	4.3
1999	68,050	29,858	2,031,837	32,235	4.3
2000	68,730	32,123	2,207,814	32,024	4.3
2001	77,050	32,345	2,492,182	32,892	5.0
2002	77,170	31,988	2,468,514	33,324	7.8
2003	77,990	32,152	2,507,534	35,463	6.8
2004	79,350	N/A	N/A	35,329	7.2
2005	81,198	N/A	N/A	36,502	6.3

**Sources of information:**

(1) Portland State University, Population Research & Census Center.

(2) U.S. Department of Commerce, Bureau of Economic Analysis (BEA).

(3) Beaverton School District No. 48J.

(4) Bureau of Labor Statistics

N/A = Not Available

**CITY OF BEAVERTON, OREGON**  
**PRINCIPAL EMPLOYERS**  
**Current Year and Nine Years Ago**  
**(Unaudited)**

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Employer	2005			1996		
	Employees	Rank	Percentage of Total City Employment (1)	Employees	Rank	Percentage of Total City Employment (1)
Beaverton School District No. 48J	3,533	1	7.17%	2,604	1	6.37%
Bernard-Cedar Hills Crossing	799	2	1.62%	281	10	0.69%
Stream International	709	3	1.44%	568	3	1.39%
City of Beaverton	546	4	1.11%			
Beaverton Town Square	530	5	1.08%	398	5	0.97%
Fred Meyer	439	6	0.89%	360	7	0.88%
Reser's Fine Foods	400	7	0.81%	771	2	1.89%
Canyon Square	369	8	0.75%	348	8	0.85%
Welch Allyn	350	9	0.71%			
Bimbo Bakeries	310	10	0.63%			
Tyco				542	4	1.33%
Cascade Plaza				369	6	0.90%
Hollywood Entertainment Corporation				321	9	0.79%
Total	<u>7,985</u>		<u>16.20%</u>	<u>6,562</u>		<u>16.05%</u>

Sources: Oregon Employment Department and City of Beaverton business licenses

(1) Total City employment is estimated based on information provided from Oregon Employment Department



**CITY OF BEAVERTON, OREGON**  
**FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM**  
**Last Three Fiscal Years**  
**(Unaudited)**

	Full-time Equivalent Employees as of June 30		
	2003	2004	2005
<u>Function/Program</u>			
General government	166.71	167.33	171.89
Public safety	152.88	156.07	162.26
Highways and streets	25.29	25.28	24.16
Education	58.7	56.64	49.45
Cultural and recreation	1.08	1.08	1.07
Water	18.04	18.03	18.54
Sewer	11.58	11.57	11.56
Storm drain	15.94	15.94	15.91
Total	<u>450.22</u>	<u>451.94</u>	<u>454.84</u>

Source: City of Beaverton Finance Department

**CITY OF BEAVERTON, OREGON**  
**OPERATING INDICATORS BY FUNCTION/PROGRAM**  
**Last Three Fiscal Years**  
**(Unaudited)**

<b><u>Function/Program</u></b>	<b>Fiscal Year</b>		
	<b><u>2003</u></b>	<b><u>2004</u></b>	<b><u>2005</u></b>
<b>Governmental Activities:</b>			
General government			
Number of cases filed in Municipal Court	24,487	27,430	28,370
Number of land use applications processed	854	840	700
Number of building inspections (97% completed within 24 hours of request)	37,300	40,200	42,350
Public Safety			
Number of arrests by patrol officers	4,105	3,805	4,271
Number of traffic citations issued	14,962	16,802	17,469
Calls for service response time (minutes)	4.11	5.30	5.60
Highways and streets			
Average Pavement Condition Index (70-100 =good)			
Arterial	78	78	77
Collectors	80	80	81
Local	82	82	82
Education			
Library - number of items in collection	319,032	292,661	302,661
Number of direct customer transactions, library	1,893,641	1,935,355	1,840,000
Number of annual circulation	1,783,900	1,759,454	1,740,000
Cultural and recreation			
Number of arts & cultural events presented	64	66	67
Number of citizens who attended events	25,000	27,000	29,000
Number of participating artists and performers	412	431	442
<b>Business-type activities:</b>			
Water			
Number of City accounts	15,134	15,605	16,092
Average daily consumption (in millions of gallons)	8.87	8.72	8.28
Sanitary Sewer and Storm:			
Number of accounts	19,169	19,611	20,165

Sources: Various City of Beaverton departments.

**CITY OF BEAVERTON, OREGON**  
**COMMERCIAL AND RESIDENTIAL CONSTRUCTION**  
**Last Ten Fiscal Years**  
**(Unaudited)**

Fiscal Year	Commercial Construction		Residential Construction	
	Number of Units	Value	Number of Units	(1) Value
1996	18	\$20,275,367	721	\$63,517,753
1997	41	25,044,594	1,336	89,628,843
1998	31	30,808,142	663	79,940,840
1999	15	8,528,125	480	58,717,338
2000	30	30,432,303	299	41,763,532
2001	10	23,883,920	463	65,810,043
2002	15	11,020,191	453	79,728,358
2003	10	20,140,184	453	65,436,437
2004	9	19,145,486	541	77,012,210
2005	14	23,598,348	860	114,452,503

(1) Includes single family dwellings, duplexes and apartments.

Information on commercial and residential construction obtained from the City's Building Division.

**CITY OF BEAVERTON, OREGON**  
**CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM**  
**Last Three Fiscal Years**  
**(Unaudited)**

<b><u>Function/Program</u></b>	<b><u>Fiscal Year</u></b>		
	<b><u>2003</u></b>	<b><u>2004</u></b>	<b><u>2005</u></b>
Governmental Activities:			
General government			
Number of City owned building facilities	4	5	5
Number of user groups for the Beaverton Community Center	104	158	155
Public Safety			
Number of Neighborhood Resource Centers	5	5	5
Number of jail facilities (holding cells)	4	4	4
Number of vehicular patrol units	38	38	38
Highways and streets			
Miles of streets	191	194	201
Number of traffic signals	111	114	117
Numbers of street lighting fixtures	5,789	6,403	6,469
Education			
Library building	1	1	1
Library bookstore	1	1	1
Business-type activities:			
Water			
Total water reservoir capacity including Aquifer Storage and Recovery (ASR) (in millions gallons)	31.25	31.25	28.25
Total city-owned capacity of multi-jurisdictional storage reservoir (in millions of gallons)	5	5	5
Sanitary Sewer and Storm:			
Miles of sewer lines	243.05	251.09	260.00
Number of manholes	6,434	6,588	6,888

Sources: Various City of Beaverton departments.

**CITY OF BEAVERTON, OREGON**  
**ANNUAL DISCLOSURE INFORMATION**  
**June 30, 2005**  
**(Unaudited)**

*In conformance with SEC Rule 15c2-12, as amended (17 CFR Part 240, § 240.15c2-12) (the "Rule"), the City will provide annually the information presented in this section to all NRMSIRs and SIDs, if any.*

**BASIS OF ACCOUNTING**

The City's governmental funds are maintained on the modified accrual basis of accounting. The proprietary funds are accounted for using the accrual basis of accounting. The City's accounting practices conform to accounting principles generally accepted in the United States of America.

**Fiscal Year:** July 1 to June 30

**AUDITS**

The Oregon Municipal Audit Law (ORS 297.405 - 297.555) requires an audit and examination to be made of the accounts and financial affairs of every municipal corporation at least once a year. Unless the municipality elects to have the audit performed by the State Division of Audits, the audit shall be made by accountants whose names are included on the roster prepared by the State Board of Accountancy.

The City audits for fiscal years 2001-2005 were performed by Talbot, Korvola & Warwick LLP. The auditors did not review the statistical tables and offer no opinion regarding the statistical tables.

**BUDGETING PROCESS**

The City prepares an annual budget in accordance with provisions of the Oregon Local Budget Law (ORS 294), which provides standard procedures for the preparation, presentation, administration and appraisal of budgets. The law mandates public involvement in budget preparation and public exposure of its proposed programs. The law also requires that the budget be balanced.

**BONDS**

The 2004 B Water Revenue Bonds, in the amount of \$10,280,000, were issued October 1, 2004 (The Bonds) and were rated Aaa and AAA by Moody's and Standard and Poor's, respectively. The Bonds refunded the City's remaining outstanding Water Revenue Bonds, Series 1994 and the callable portions of the City's Water Revenue Bonds, Series 1997.

The General Obligation Bonds, Series 1999, were issued June 1, 1999 and were rated Aa2 and AA by Moody's and Standard & Poor's respectively. The proceeds of the 1999 bonds were used to finance the costs of designing, building and furnishing a new library, provide parking, acquire additional real property and the costs of issuance.

**CITY OF BEAVERTON, OREGON**  
**ANNUAL DISCLOSURE INFORMATION, Continued**  
**June 30, 2005**  
**(Unaudited)**

**TABLE 1 - Water Revenue Bonds - Four-Year Water System Consumption (hundred cubic feet by customer class)**

Customer Class	2001-02	2002-03	2003-04	2004-05
Single Family	1,394,527	1,460,136	1,538,880	1,423,320
Multi-residential / Apartments	996,163	967,408	1,003,013	954,139
Commercial	735,381	701,904	738,421	678,798
Public Facilities	56,775	55,100	38,121	38,222
Irrigation / Fire	252,175	270,362	329,380	258,638
Total consumption	<u>3,435,021</u>	<u>3,454,910</u>	<u>3,647,815</u>	<u>3,353,117</u>

**TABLE 2 - Water Revenue Bonds - Ten Largest System Customers - Fiscal Year 2004-05**

Customer	Consumption in CCF <sup>1</sup>	Percent of District Total
Sterling Pointe Apartments	62,364	1.86%
Glenbrook Apartments	37,395	1.12%
Fountain Park Apartments	36,015	1.07%
Beaverton School District	34,638	1.03%
La Salle Apartments	30,496	0.91%
Reflections at Summercreek	26,172	0.78%
Country Gable Apartments	25,522	0.76%
Murrayhill Home Owners Association	24,213	0.72%
Meridian at Murrayhill	22,250	0.66%
Parkside Business Center	21,239	0.63%
Subtotal	<u>320,304</u>	<u>9.55%</u>
All Other Customers	<u>3,032,813</u>	<u>90.45%</u>
Total	<u>3,353,117</u>	<u>100.00%</u>

1. 1 CCF = 100 cubic feet = 748 gallons

## WATER RATES AND CHARGES

The City reviews its water rates on a regular basis. Effective July 1, 2005, the base charge was increased 3%. The consumption charge will be increased effective January 1, 2006 by 2.7%.

**TABLE 3 - Water Revenue Bonds - System Rates and Charges**

	Actual				Projected
	2002	2003	2004	2005	2006
Consumption charge per ccf	\$1.71	\$1.76	\$1.79	\$1.82	\$1.87
Consumption rate increase (1)	none	2.9%	1.7%	1.7%	2.7%
Base charge rate increase by meter size (2):					3.0%
3/4 inch	\$7.27	\$7.27	\$7.27	\$7.27	\$7.49
1 inch	11.45	11.45	11.45	11.45	11.79
1 1/2 inch	18.42	18.42	18.42	18.42	18.97
2 inch	26.80	26.80	26.80	26.80	27.60
3 inch	46.32	46.32	46.32	46.32	47.71
4 inch	74.24	74.24	74.24	74.24	76.47
6 inch	143.99	143.99	143.99	143.99	148.31
8 inch				176.57	181.87

(1) Consumption rate increases are effective January 1 each year

(2) Base charge increase effective July 1, 2005

**CITY OF BEAVERTON, OREGON**  
**ANNUAL DISCLOSURE INFORMATION, Continued**  
**June 30, 2005**  
**(Unaudited)**

**TABLE 4 - Water Revenue Bonds - Water Fund Balance Sheets - As of June 30**

	2001	2002	2003 (1)	2004 (1)	2005 (1)
<b>Assets</b>					
Current assets:					
Cash and investments	\$13,581,384	\$11,063,511	\$8,999,537	\$11,770,653	\$10,818,383
Accounts receivable, net	1,067,481	1,021,030	1,173,159	1,192,178	1,110,826
Other receivables	4,531	1,779	38,210	48,057	45,306
Accrued interest receivable	167,230	37,966	23,152	21,604	28,464
Due from other governments	53,750	204,631	186,885	200,264	167,517
Inventory of materials and supplies	49,487	48,837	39,607	59,479	58,097
Total current assets	14,923,863	12,377,754	10,460,550	13,292,235	12,228,593
Investment in joint venture	18,733,470	18,273,015	19,070,978	18,815,369	19,256,485
Intangible assets -					
water rights, net	434,511	413,171	391,830	370,489	349,148
Capital assets, net	29,374,930	33,232,932	50,693,021	52,730,473	56,391,867
<b>TOTAL ASSETS</b>	<b>\$63,466,774</b>	<b>\$64,296,872</b>	<b>\$80,616,379</b>	<b>\$85,208,566</b>	<b>\$88,226,093</b>
<b>Liabilities and fund equity/net assets</b>					
Current liabilities:					
Accounts payable	\$96,499	\$54,550	\$179,683	\$57,328	\$92,442
Accrued salaries and payroll taxes	79,163	79,466	83,570	154,717	173,683
Accrued interest payable	269,292	162,333	144,448	152,313	125,800
Other accrued liabilities	15,581	11,946	26,696	159,550	206,008
Due to other governments	341,759	420,735	329,419	275,923	585,581
Contract retainage payable	491,135	623,867	156,583	453,602	171,496
Contract payable	22,216	22,993	23,798	24,631	25,493
Bonds payable	1,340,742	1,766,742	1,866,742	1,940,744	2,129,182
Total current liabilities	2,656,387	3,142,632	2,810,939	3,218,808	3,509,685
Long-term liabilities:					
Contract payable	752,436	740,527	728,123	715,200	701,727
Bonds payable	20,908,033	19,141,291	17,274,549	18,169,689	16,000,259
Total long-term liabilities	21,660,469	19,881,818	18,002,672	18,884,889	16,701,986
Total liabilities	24,316,856	23,024,450	20,813,611	22,103,697	20,211,671
<b>Net Assets (2)</b>					
Invested in capital assets, net of debt			43,598,079	46,193,657	50,476,207
Reserved for construction			2,307,472	2,722,604	4,658,583
Reserved for debt service			111,362	107,543	118,223
Unrestricted			13,785,855	14,081,065	12,761,409
<b>Total Net Assets</b>			<b>59,802,768</b>	<b>63,104,869</b>	<b>68,014,422</b>
<b>Fund equity (2):</b>					
Contributed capital	15,914,154	15,825,180			
Retained earnings:					
Reserved for debt service	194,260	131,757			
Reserved for construction	1,745,843	2,415,113			
Unreserved	21,295,661	22,900,372			
Total fund equity	39,149,918	41,272,422			
<b>TOTAL LIABILITIES AND FUND EQUITY/NET ASSETS</b>	<b>\$63,466,774</b>	<b>\$64,296,872</b>	<b>\$80,616,379</b>	<b>\$85,208,566</b>	<b>\$88,226,093</b>

1. Reflects implementation of GASB 34

2. In compliance with GASB 34, Fund Equity has been restated as Net Assets beginning in FY 02-03.

**CITY OF BEAVERTON, OREGON**  
**ANNUAL DISCLOSURE INFORMATION, Continued**  
**June 30, 2005**  
**(Unaudited)**

**TABLE 5 - Water Revenue Bonds - Water Fund Statement of Revenues, Expenditures and Changes in Retained Earnings for the fiscal years ended June 30**

	2001	2002	2003 (2)	2004 (2)	2005 (2)
Operating revenues (1):					
Charges for services	\$7,573,229	\$7,388,120	\$7,699,815	\$8,168,086	\$7,843,680
Installation fees	37,470	38,312	46,233	35,970	58,447
Miscellaneous revenues	24,711	37,782	55,584	106,976	64,793
<b>TOTAL OPERATING REVENUES</b>	<b>7,635,410</b>	<b>7,464,214</b>	<b>7,801,632</b>	<b>8,311,032</b>	<b>7,966,920</b>
Operating expenses:					
Personal services	908,608	1,020,389	1,131,132	1,157,655	1,245,337
Water purchases	938,892	1,073,153	944,043	940,075	976,859
Administration charges from General Fund	240,289	229,216	275,007	304,188	315,862
Payment in lieu of taxes	371,682	366,724	378,728	406,255	386,141
Supplies, repairs, and services	1,223,943	1,360,373	1,308,675	1,263,099	1,337,209
Depreciation and amortization	695,434	681,985	967,252	1,191,515	1,240,780
<b>TOTAL OPERATING EXPENSES</b>	<b>4,378,848</b>	<b>4,731,840</b>	<b>5,004,837</b>	<b>5,262,787</b>	<b>5,502,188</b>
<b>OPERATING INCOME</b>	<b>3,256,562</b>	<b>2,732,374</b>	<b>2,796,795</b>	<b>3,048,245</b>	<b>2,464,732</b>
Nonoperating revenues (expenses):					
Other intergovernmental revenue			219,732	359,528	208,287
Gain on sale of property			1,100		7,514
Interest earnings	928,409	424,771	201,639	156,971	280,444
Systems development charges revenue		1,129,816	1,078,075	873,574	1,821,858
Interest expense	(1,516,469)	(1,648,261)	(1,284,002)	(1,147,300)	(946,008)
(Loss) on equity in joint venture	(435,490)	(460,455)	(479,315)	(422,048)	(543,261)
<b>TOTAL NONOPERATING EXPENSES</b>	<b>(1,023,550)</b>	<b>(554,129)</b>	<b>(262,771)</b>	<b>(179,275)</b>	<b>828,834</b>
<b>NET INCOME BEFORE OPERATING TRANSFERS/CONTRIBUTIONS AND TRANSFERS</b>	<b>2,233,012</b>	<b>2,178,245</b>	<b>2,534,024</b>	<b>2,868,970</b>	<b>3,293,566</b>
Operating transfers in:					
Experience refund of insurance premium	11,728				
Capital Contributions			624,672	433,131	1,615,987
<b>NET INCOME/CHANGE IN NET ASSETS</b>	<b>2,244,740</b>	<b>2,178,245</b>	<b>3,158,696</b>	<b>3,302,101</b>	<b>4,909,553</b>
Transfer of depreciation on contributed fixed assets to contributed capital	81,300	81,252			
<b>Increase in Retained Earnings</b>	<b>2,326,040</b>	<b>2,259,497</b>	<b>3,158,696</b>	<b>3,302,101</b>	<b>4,909,553</b>
<b>RETAINED EARNINGS/NET ASSETS -</b>					
Beginning of year, as previously reported (3)	20,942,378	23,235,764	41,272,423	59,802,768	63,104,869
Adjustment to reflect a change in accounting principle	(32,654)	(48,019)	15,371,649		
<b>RETAINED EARNINGS/NET ASSETS -</b>					
Beginning of year, as restated	20,909,724	23,187,745	56,644,072	59,802,768	63,104,869
<b>RETAINED EARNINGS/NET ASSETS -</b>					
End of year	<b>\$23,235,764</b>	<b>\$25,447,242</b>	<b>\$59,802,768</b>	<b>\$63,104,869</b>	<b>\$68,014,422</b>

1. This statement was prepared on the GAAP Basis, which does not allow inclusion of system development charges as operating revenues.
2. Reflects implementation of GASB 34.
3. In compliance with GASB 34, Fund Equity has been restated as Net Assets beginning in FY 02-03.



**CITY OF BEAVERTON, OREGON**  
**ANNUAL DISCLOSURE INFORMATION, Continued**  
**June 30, 2005**  
**(Unaudited)**

**TABLE 6 - Water Revenue Bonds - Historical Operating Results and Debt Service Coverage**

	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005
Revenues:					
Charges for services	\$7,580,660	\$7,360,763	\$7,701,532	\$8,151,160	\$7,848,773
Installation fees	37,470	38,312	46,233	35,970	58,447
Interest on investments	562,970	347,725	117,643	93,804	144,178
Intergovernmental		145,245	219,732	359,528	208,287
Miscellaneous	46,041	109,210	77,476	137,056	316,243
<b>TOTAL REVENUES</b>	<b>8,227,141</b>	<b>8,001,255</b>	<b>8,162,616</b>	<b>8,777,518</b>	<b>8,575,928</b>
Operating and maintenance expenses:					
Personal services	908,608	1,020,389	1,131,132	1,178,472	1,297,876
Water purchases	938,892	1,073,153	944,043	940,075	976,859
Materials and services	997,806	1,016,108	1,307,663	1,367,189	1,228,316
Operating transfers out	1,035,807	1,017,764	590,492	648,211	1,175,339
<b>TOTAL OPERATING AND MAINTENANCE EXPENSES</b>	<b>3,881,113</b>	<b>4,127,414</b>	<b>3,973,330</b>	<b>4,133,947</b>	<b>4,678,390</b>
<b>NET REVENUES</b>	<b>4,346,028</b>	<b>3,873,841</b>	<b>4,189,286</b>	<b>4,643,571</b>	<b>3,897,538</b>
Debt service:					
Senior lien debt - 1992 bonds	1,151,905	1,175,165	1,152,455	621,233	
1994 Revenue bonds	1,103,684	1,102,929	1,100,104	986,114	
1997 Revenue bonds	794,457	794,157	792,828	795,438	474,750
2004(A) Revenue bonds				660,344	1,459,877
2004(B) Revenue bonds					1,006,775
<b>TOTAL DEBT SERVICE</b>	<b>3,050,046</b>	<b>3,072,251</b>	<b>3,045,387</b>	<b>3,063,129</b>	<b>2,941,402</b>
<b>DEBT SERVICE COVERAGE</b>	<b>1.42</b>	<b>1.26</b>	<b>1.38</b>	<b>1.52</b>	<b>1.33</b>
<b>REMAINING NET REVENUES</b>	<b>1,295,982</b>	<b>801,590</b>	<b>1,143,899</b>	<b>1,580,442</b>	<b>956,136</b>
Capital outlay and other expenses:					
Capital outlay	274,322.00	261,348	239,438	52,421	47,845
Maintenance and replacement	890,964.00	738,963	1,140,497	1,465,799	258,086
Transfer to Water Construction Fund		2,000,000	150,000	2,902,073	
Bureau of Reclamation debt	65,110.00	65,110	65,110	65,110	65,110
Other expenditures	2,456.00	2,451	1,505	104,931	500
<b>TOTAL CAPITAL OUTLAY AND OTHER EXPENSES</b>	<b>1,232,852</b>	<b>3,067,872</b>	<b>1,596,550</b>	<b>4,590,334</b>	<b>371,541</b>
<b>NET REVENUES AFTER CAPITAL OUTLAY AND OTHER EXPENSES</b>	<b>63,130.00</b>	<b>(2,266,282)</b>	<b>(452,651)</b>	<b>(3,009,892)</b>	<b>584,595</b>
Beginning balance	7,546,136	7,609,266	5,342,984	4,890,333	4,896,514
Bond sale proceeds				3,016,073	
<b>ENDING BALANCE - BUDGETARY BASIS</b>	<b>\$7,609,266</b>	<b>\$5,342,984</b>	<b>\$4,890,333</b>	<b>\$4,896,514</b>	<b>\$5,481,109</b>
Contingency and reserve:					
Operating contingency	\$6,025,259	\$4,011,227	\$3,578,971	\$3,688,971	\$4,262,886
Contingency - rate stabilization	600,000	600,000	600,000	600,000	600,000
Operating reserve - Joint Water Commission	600,000	600,000	600,000	500,000	500,000
Operating reserve - maintenance	189,747				
Debt service contingency	194,260	131,757	111,362	107,543	118,223
<b>TOTAL CONTINGENCY AND RESERVE</b>	<b>\$7,609,266</b>	<b>\$5,342,984</b>	<b>\$4,890,333</b>	<b>\$4,896,514</b>	<b>\$5,481,109</b>

**Note:** Information obtained from Water Operating and Water Debt Service budgetary schedules.

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**TABLE 7 - Water Revenue Bonds - Projected Operating Results**

	FY 2006	FY 2007	FY 2008	FY 2009	FY 2010
Revenues:					
Charges for services	\$8,112,198	\$8,235,286	\$8,378,739	\$8,524,702	\$8,673,219
Installation fees	35,000	35,000	35,000	35,000	35,000
Other intergovernmental	340,000	150,000	150,000	150,000	150,000
Interest on investments	189,600	194,340	200,170	206,175	212,361
Miscellaneous	56,820	60,000	61,500	63,345	65,245
Total Revenues	8,733,618	8,674,626	8,825,409	8,979,222	9,135,825
Operating and maintenance expenses:					
Personal services	1,487,132	1,549,390	1,615,493	1,685,729	1,760,403
Water purchases	1,046,000	1,064,305	1,082,930	1,101,882	1,121,165
Materials and services	1,551,968	1,663,536	1,726,064	1,764,576	1,804,100
Operating transfers out	741,123	751,058	761,169	771,456	781,923
Total Operating and Maintenance Expenses	4,826,223	5,028,289	5,185,656	5,323,643	5,467,591
Net revenues available for debt service coverage	3,907,395	3,646,337	3,639,753	3,655,579	3,668,234
Debt Service:					
1997 Revenue bonds	474,250	477,750			
2004(A) Revenue Bonds	1,505,978	547,578	550,078	548,490	550,221
2004(B) Revenue Bonds	964,712	972,212	1,446,087	1,447,038	1,451,938
Total Debt Service	2,944,940	1,997,540	1,996,165	1,995,528	2,002,159
Debt Service Coverage (*)	1.33	1.83	1.82	1.83	1.83
Remaining net revenues	962,455	1,648,797	1,643,588	1,660,051	1,666,075
Capital outlay and other expenses:					
Capital outlay	63,260	200,000	200,000	200,000	200,000
Maintenance and replacement	1,627,296	274,750	38,541	250,000	250,000
Transfer to Water Construction Fund	2,000,000				
Bureau of Reclamation debt	65,110	65,110	65,110	65,110	65,110
Other expenditures	127,500	7,500	7,500	7,500	7,500
Total Capital Outlay and Other Expenses	3,883,166	547,360	311,151	522,610	522,610
Net revenues after capital outlay and miscellaneous expenses	(2,920,711)	1,101,437	1,332,437	1,137,441	1,143,465
Beginning balance	5,481,109	4,680,398	5,781,835	7,114,272	8,251,713
Bond Sale Proceeds	2,120,000				
Ending balance - budgetary basis	\$4,680,398	\$5,781,835	\$7,114,272	\$8,251,713	\$9,395,178
Contingency and reserve:					
Operating Contingency	\$3,528,318	\$4,631,835	\$5,964,272	\$7,101,713	\$8,245,178
Contingency - rate stabilization	600,000	600,000	600,000	600,000	600,000
Operating reserve -					
Joint Water Commission	500,000	500,000	500,000	500,000	500,000
Debt service contingency	52,080	50,000	50,000	50,000	50,000
Total Contingency and Reserve	\$4,680,398	\$5,781,835	\$7,114,272	\$8,251,713	\$9,395,178

Note: FY 06 represents the adopted and supplemental budgets for Water Operating and Debt Service Funds.

\* A Future bond sale is expected to occur with debt service coverage of approximately 1.35 in future years starting in FY 2007

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**TABLE 8 - Water Revenue Bonds**

	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Amount Issued</u>	<u>Amount Outstanding</u>
<b>Revenue Bonds:</b>				
1997 Water Revenue Bonds	06/01/97	06/01/17	\$9,865,000	\$885,000
2004 (A) Water Revenue Bonds	01/01/04	04/01/16	10,375,000	8,670,000
2004 (B) Water Revenue Bonds	10/01/04	06/01/17	<u>10,280,000</u>	<u>9,515,000</u>
<b>Total System Obligations</b>			<u><u>\$30,520,000</u></u>	<u><u>\$19,070,000</u></u>

**FUTURE DEBT PLANS OF THE SYSTEM**

The City has plans to issue additional bonded debt for the Water system in FY 2005-2006.

**TABLE 9 - Water Revenue Bonds - Capital Improvement Plan (CIP)**

<u>Project name and number</u>	<u>Adopted FY 2006 *</u>	<u>Projected FY 2007</u>	<u>Projected FY 2008</u>	<u>Projected FY 2009</u>
15 MG Reservoir - project 3612	\$60,000			
Water Extra-Capacity - project 3620	1,405,000	\$595,000	\$808,500	\$1,200,000
JWC Capacity Projects - project 3635	1,438,216	214,125		
Scoggins Dam Raise project - project 3636	155,803	155,803	233,705	233,705
2nd Fernhill Reservoir - project 3638	2,653,049	1,894,237	419,481	400,128
ASR #4 - project 3639	1,000,000			
Raw water pipeline - Scoggins/WTP - project 3640	65,037		416,235	1,105,624
Dernbach Reservoir - project 3641	<u>333,000</u>			
<b>Total</b>	<u><u>\$7,110,105</u></u>	<u><u>\$2,859,165</u></u>	<u><u>\$1,877,921</u></u>	<u><u>\$2,939,457</u></u>

\*The City plans to issue approximately \$12 million bonded debt in future years.

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**TABLE 10 - 1999 General Obligation Bonds - Summary of 2004-05 and 2005-06 Adopted Budgets - All  
Funds and Fund Types**

	<b>FY 2004-05</b>	<b>FY 2005-06</b>
	<b><u>Adopted</u></b>	<b><u>Adopted</u></b>
Revenues:		
Property taxes	\$22,326,294	\$23,918,573
Intergovernmental	10,103,918	12,958,753
Business licenses & permits	557,200	569,000
Building permits & fees	2,768,250	2,794,000
Zoning & annexation fees	255,000	375,000
System development charges	3,015,200	3,727,254
Franchise fees	5,008,000	5,162,964
Fines & forfeitures	3,441,000	3,651,000
Interest on investments	760,535	1,269,700
Special assessments	18,041	12,500
Utility service charges	13,584,788	15,269,069
Self-insurance charges	5,481,920	6,098,058
Project engineering charges	740,000	673,000
Miscellaneous	1,629,658	4,587,819
Total Revenues	<u>69,689,804</u>	<u>81,066,690</u>
Expenditures:		
Personal services	39,687,951	41,809,440
Materials & services	22,162,562	23,900,137
Capital outlay	15,288,909	24,072,538
Total Expenditures	<u>77,139,422</u>	<u>89,782,115</u>
Other financing sources (uses):		
Transfers in	13,790,747	16,642,342
Transfers out	(13,790,747)	(16,642,342)
Bond sale proceeds		2,120,000
Debt Service	(5,512,141)	(5,222,488)
Total other financing sources (uses)	<u>(5,512,141)</u>	<u>(3,102,488)</u>
Net change in fund balance	(12,961,759)	(11,817,913)
Fund balance/working capital beginning of year	<u>38,436,358</u>	<u>38,514,806</u>
Fund balance (contingency)/working capital end of year	<u>\$25,474,599</u>	<u>\$26,696,893</u>

Note: Information was derived from the City's adopted budget. See Summary of Revenues and Expenditures and Other Financing Sources and Uses All Funds and Fund Types - Annual Budget Document.

**CITY OF BEAVERTON, OREGON**  
**ANNUAL DISCLOSURE INFORMATION, Continued**  
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**TABLE 11 - 1999 General Obligation Bonds - Consecutive Balance Sheets - General Fund as of June 30**

	<b>2001</b>	<b>2002</b>	<b>2003</b>	<b>2004</b>	<b>2005</b>
Assets and other debits:					
Cash and investments	\$10,610,404	\$12,207,662	\$12,818,352	\$10,761,567	\$12,069,238
Property taxes receivable	588,645	596,746	595,200	627,740	559,215
Accounts and other receivables, net	394,597	555,267	562,418	540,888	713,374
Interfund receivable			53,289	39,195	30,906
Due from other funds	277,145	248,197			
Due from other governments	119,639	179,496	25,602	11,711	59,306
Grants receivable	7,938	1,229	23,960	89,857	228,020
<b>TOTAL ASSETS AND OTHER DEBITS</b>	<b>\$11,998,368</b>	<b>\$13,788,597</b>	<b>\$14,078,821</b>	<b>\$12,070,958</b>	<b>\$13,660,059</b>
Liabilities and fund balances:					
Accounts payable	\$273,022	\$360,590	\$480,427	\$654,718	\$882,398
Accrued salaries and payroll taxes	1,993,192	2,192,911	2,536,322	2,168,439	2,367,483
Other accrued liabilities and deposits	116,315	110,349	230,277	228,681	1,176,853
Due to other governments			84,527		
Deferred revenues:					
Property taxes	507,358	491,223	498,398	523,835	440,265
Interest			28,759	28,436	35,140
Grants	45,936	5,828	35,458	36,917	3,269
<b>TOTAL LIABILITIES</b>	<b>2,935,823</b>	<b>3,160,901</b>	<b>3,894,168</b>	<b>3,641,026</b>	<b>4,905,408</b>
Fund Balances:					
Reserved for encumbrances	514,760	419,013	448,986	541,977	
Reserved for others				39,195	30,906
Unreserved, undesignated	8,547,785	10,208,683	9,735,667	7,848,760	8,723,745
<b>TOTAL FUND BALANCES</b>	<b>9,062,545</b>	<b>10,627,696</b>	<b>10,184,653</b>	<b>8,429,932</b>	<b>8,754,651</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$11,998,368</b>	<b>\$13,788,597</b>	<b>\$14,078,821</b>	<b>\$12,070,958</b>	<b>\$13,660,059</b>

**CITY OF BEAVERTON, OREGON**  
**ANNUAL DISCLOSURE INFORMATION, Continued**  
**June 30, 2005**  
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**TABLE 12 - 1999 General Obligation Bonds- Statement of Revenues, Expenditures and Changes in Fund Balance -  
General Fund as of June 30**

	<b>2001</b>	<b>2002</b>	<b>2003</b>	<b>2004</b>	<b>2005</b>
Revenues:					
Taxes	\$13,458,967	\$13,849,499	\$14,956,551	\$16,350,893	\$17,896,807
Intergovernmental	1,378,136	1,513,562	1,525,677	1,553,776	1,603,201
Federal grants	76,936	125,626	143,971	396,433	477,217
Fees, licenses and permits	738,770	770,626	828,559	871,432	1,476,609
Franchise fees	3,354,532	4,196,319	4,672,532	4,607,528	4,965,987
Fines and forfeits	1,520,393	1,725,679	2,138,070	2,974,724	3,591,854
Interest on investments and assessments	758,567	397,223	215,251	167,489	260,127
Charges for services	2,879,895	3,069,045	499,218	438,876	552,606
Sale of City property		1,900,000			
Miscellaneous and cash-in-lieu	629,198	551,012	436,633	784,121	525,803
<b>TOTAL REVENUES</b>	<b>24,795,394</b>	<b>28,098,591</b>	<b>25,416,462</b>	<b>28,145,272</b>	<b>31,350,211</b>
Expenditures:					
General government	13,028,746	12,683,034	11,809,538	13,774,053	15,593,853
Public safety	12,549,033	13,322,592	14,038,712	15,214,132	16,489,643
<b>TOTAL EXPENDITURES</b>	<b>25,577,779</b>	<b>26,005,626</b>	<b>25,848,250</b>	<b>28,988,185</b>	<b>32,083,496</b>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(782,385)</b>	<b>2,092,965</b>	<b>(431,788)</b>	<b>(842,913)</b>	<b>(733,285)</b>
Other financing sources (uses):					
Operating transfers in	240,100	15,808	439,684	14,643	733,250
Operating transfers out	(586,791)	(543,622)	(450,939)	(926,451)	(15,808)
Sale of capital assets					340,562
<b>TOTAL OTHER FINANCING USES</b>	<b>(346,691)</b>	<b>(527,814)</b>	<b>(11,255)</b>	<b>(911,808)</b>	<b>1,058,004</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(1,129,076)</b>	<b>1,565,151</b>	<b>(443,043)</b>	<b>(1,754,721)</b>	<b>324,719</b>
<b>FUND BALANCES, Beginning of year</b>	<b>10,191,621</b>	<b>9,062,545</b>	<b>10,627,696</b>	<b>10,184,653</b>	<b>8,429,932</b>
<b>FUND BALANCES, End of year</b>	<b>\$9,062,545</b>	<b>\$10,627,696</b>	<b>\$10,184,653</b>	<b>\$8,429,932</b>	<b>\$8,754,651</b>

**CITY OF BEAVERTON, OREGON**  
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**TABLE 13 - 1999 General Obligation Bonds- Consecutive Balance Sheets - General Obligation Debt Service Fund**  
**as of June 30**

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Assets:					
Cash and investments	\$2,794,868	\$1,256,104	\$207,189	\$161,655	\$103,924
Property taxes receivable	96,929	55,117	54,115	77,908	70,669
Accrued interest receivable			2,703	2,807	3,066
<b>TOTAL ASSETS</b>	<u><u>\$2,891,797</u></u>	<u><u>\$1,311,221</u></u>	<u><u>\$264,007</u></u>	<u><u>\$242,370</u></u>	<u><u>\$177,659</u></u>
Liabilities and fund balances:					
Liabilities:					
Accounts payable				\$1,000	\$500
Deferred revenues, property taxes	\$84,128	\$46,972	\$44,797	63,976	55,961
Deferred revenue, interest			2,703	2,807	3,066
<b>Total liabilities</b>	<u>84,128</u>	<u>46,972</u>	<u>47,500</u>	<u>67,783</u>	<u>59,527</u>
Fund balances:					
Unreserved, designated for debt service	<u>2,807,669</u>	<u>1,264,249</u>	<u>216,507</u>	<u>174,587</u>	<u>118,132</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u><u>\$2,891,797</u></u>	<u><u>\$1,311,221</u></u>	<u><u>\$264,007</u></u>	<u><u>\$242,370</u></u>	<u><u>\$177,659</u></u>

**CITY OF BEAVERTON, OREGON**  
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**TABLE 14 - 1999 General Obligation Bonds - Statement of Revenues, Expenditures and Changes in Fund Balance**  
**Debt Service Fund as of June 30**

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Revenues:					
Taxes	\$2,449,118	\$707,995	\$1,304,070	\$2,325,430	\$2,305,420
Interest on investments and assessments	71,839	99,467	32,010	15,296	23,765
Miscellaneous	2,587	1,692	745	630	2,935
<b>TOTAL REVENUES</b>	<u>2,523,544</u>	<u>809,154</u>	<u>1,336,825</u>	<u>2,341,356</u>	<u>2,332,120</u>
Expenditures:					
Debt service:					
Bond principal retirement	1,250,000	1,300,000	1,360,000	1,420,000	1,490,000
Interest and fees	1,136,633	1,082,224	1,024,567	963,888	898,575
<b>TOTAL EXPENDITURES</b>	<u>2,386,633</u>	<u>2,382,224</u>	<u>2,384,567</u>	<u>2,383,888</u>	<u>2,388,575</u>
<b>EXCESS (DEFICIENCY) OF REVENUES</b>					
<b>OVER (UNDER) EXPENDITURES</b>	<u>136,911</u>	<u>(1,573,070)</u>	<u>(1,047,742)</u>	<u>(42,532)</u>	<u>(56,455)</u>
Other financing sources:					
Transfer from Capital Development Fund	2,450,000	29,650		612	
<b>FUND BALANCES, Beginning of year</b>	<u>220,758</u>	<u>2,807,669</u>	<u>1,264,249</u>	<u>216,507</u>	<u>174,587</u>
<b>FUND BALANCES, June 30</b>	<u><u>\$2,807,669</u></u>	<u><u>\$1,264,249</u></u>	<u><u>\$216,507</u></u>	<u><u>\$174,587</u></u>	<u><u>\$118,132</u></u>